

For Year Ended December 31, 2004

State of Michigan  
State Board of Assessors  
**ANNUAL REPORT  
for  
Railroads**

This form is issued under the authority of P.A. 282 of 1905. Filing of this form is mandatory. A company failing to file a report shall be subject to a fine of \$500 per day. **Failure to file this report by the due date will jeopardize the company's right to file a Section 154 appeal with the State Tax Commission.** See <http://www.mileg.org>

|  |                            |
|--|----------------------------|
| Company Name   | Federal Employer ID Number |
| Mailing Address (No., Street, P.O. Box or RR#, City, State, Zip Code)  | Company Web site Address   |
| Printed name of president, secretary, superintendent, or chief officer under whose direction this report was prepared                |                            |
| By my signature below, I certify that the information in this report is complete and correct to the best of my knowledge and belief. |                            |
| Signature  | Date                       |

**Notarization**

|  |            |                |
|--|------------|----------------|
| This document was signed before me by the officer named above who certified this report. |            |                |
| Notary Public<br>State of _____<br>County of _____<br>My Commission Expires _____        |            |                |
| Signature  |            | Date           |
| Person to Whom Correspondence Concerning This Report Should be Addressed                 |            |                |
| Address (No., Street, P.O. Box or RR#, City, State, Zip Code)                            |            |                |
| Telephone Number   | Fax Number | E-mail Address |

## INSTRUCTIONS

2004

1. **Due Date.** One copy of this report is due in March following the end of the reporting year. Due dates are:
  - Companies with gross receipts below \$1 million: March 15
  - Companies with gross receipts of \$1 million or more: March 31
2. **Companies with gross receipts of US \$1 million or more may report the dollar amounts rounded to the nearest thousand dollars. Check below if amounts are stated in dollars or thousand dollar amounts.**

Stated in dollars \_\_\_\_\_

Stated in thousands \_\_\_\_\_

3. Please attach other information which you believe should be considered by the Board of Assessors.
4. Attach to this report a copy of the Annual Report filed with the Surface Transportation Board and Annual Shareholders Report for the reporting year.
5. To receive a copy of the valuation staff's appraisal worksheets check the appropriate box.  
☐ e-mail                      ☐ U.S. Mail

6. **File this report with the State Board of Assessors.**

**Mailing Address:**

State Board of Assessors  
Michigan Department of Treasury  
P.O. Box 30471  
Lansing, Michigan 48909-7971

**For Overnight Package Delivery:**

State Board of Assessors  
Michigan Department of Treasury  
Treasury Building  
430 W. Allegan Street  
Lansing, Michigan 48922

Questions, contact [berquistd@michigan.gov](mailto:berquistd@michigan.gov) or phone (517) 373-3535.

Act No. 257  
Public Acts of 1995

An Act to amend sections 4, 9, 10, 11, 12, 13, 14 and 19 of Act No. 282 of the Public Acts of 1905, entitled as amended "An act to provide for the assessment of the property, by whomsoever owned, operated or conducted, of railroad companies, union station and depot companies, telegraph companies, telephone companies, sleeping car companies, express companies, car loaning companies, stock car companies, refrigerator car companies, and fast freight companies, and all other companies owning, leasing, running or operating any freight, stock, refrigerator, or any other cars, not being exclusively the property of any railroad company paying taxes upon its rolling stock under the provisions, of this act, over or upon the line or lines of any railroad or railroads in this state, and for the levy of taxes thereon by a state board of assessors, and for the collection of such taxes, and to repeal all acts or parts of acts contravening any of the provisions of this act," section 13 as amended by Act No. 361 of the Public Acts of 1994, being sections 207.4, 207.9, 207.10, 207.11, 207.12, 207.13, 207.14, and 207.19 of the Michigan Compiled Laws; and to add section 5b.

*The People of the State of Michigan enact:*

Section 1. Sections 4, 9, 10, 11, 12, 13, 14, and 19 of Act No. 282 of the Public Acts of 1905, section 13 as amended by Act No. 361 of the Public Acts of 1994, being sections 207.4, 207.9, 207.10, 207.11, 207.12, 207.13, 207.14, and 207.19 of the Michigan Compiled Laws, are amended and section 5b is added to read as follows:

Sec. 13. (1) The state board of assessors, from the information contained in the reports provided for in section 12, shall determine for the year in which the reports are required to be made the average rate of taxation levied upon other commercial, industrial, and utility property upon which ad valorem taxes are assessed for state, county, township, school, and municipal purposes, and enter the determination upon its records, together with the method by which the average rate of taxation was determined.

"(2) A railroad company is allowed a credit against the tax imposed by this act for the tax year in an amount equal to 25% of the amount expended for the maintenance or improvement of rights of way, including those items, except depreciation, in the official maintenance-of-way and capital track accounts of the railroad company in this state during the calendar year immediately preceding the tax year but not to exceed the total liability for the tax under this act. The manner of applying for the credit and the proof of expenditures required shall be prescribed by the state board of assessors.

(3) A railroad company that claims a credit under this section is required to file [3 copies of] an annual report with the state board of assessors that shall include detailed data of right of way work conducted in this state during the past calendar year. The state board of assessors shall transmit a copy of the report to the chairperson of the senate finance committee and the house taxation committee. This report submitted to the state board of assessors shall include the number of notices of violation from railway inspectors by railroad section, and shall include a detailed account of the location and the nature of the work. The location of the work shall be defined by the railroad section or mile posts surrounding the work area plus the county, city, or township in which the work was performed. This report shall include a separation of costs by labor and materials on each project. The report also shall include an itemized account of what work was done. This account shall be itemized by the following categories:

- (a) Miles of track laid.
- (b) Tons of new ballast installed.
- (c) Number of ties installed.
- (d) Miles of track surfaced.
- (e) Signals installed.
- (f) Under drainage work done.

(4) The railroad companies, in order to qualify for the full 25% credit under this act, must demonstrate to the state board of assessors that the highest priority of expenditures for the maintenance or improvement of rights of way has been given to rail lines that handle hazardous materials, especially those that are located in urban or residential areas. A railroad company that claims a credit under this section is required to file an annual report with the state board of assessors that shall include detailed data on the tonnages of hazardous materials handled in relation to tonnages of other traffic handled over the rail line for which a tax credit is being applied."

**NOTE:** Public Act 341 of 2000, being MCL 207.13a amends P.A. 282 of 1905. A credit is allowed for the remaining seventy-five percent of the expenses incurred in this state for maintenance or improvement of rights-of-way, including those items, except depreciation, in the official maintenance-of-way and capital track accounts of the eligible company.

"(5) A railroad company utilizing the property tax credit provisions of this act shall grant to another railroad company, upon application by the latter, trackage rights over its line for trains, providing that the train operations do not interfere with the movement of Michigan freight using the same trackage, if operations can be accomplished safely in the opinion of the grantor and if trackage arrangements and train operations are approved by the interstate commerce commission. The grantee shall pay the grantor reasonable charges agreed to between the 2 parties if the charges and terms of the agreement between the 2 parties are not in violation of the antitrust provisions of federal laws as amended by the Staggers rail act of 1980, Public Law 96-448, 94 Stat. 1895."

**NOTE:** The "George Montgomery Railroad Act" (P.A. 322 of 1980) has been amended by Section 13 of P.A. 257 of 1995.

On October 11, 2001, a meeting was held with several representatives of member companies of the Michigan Railroad Association to discuss the use of various claims for credit offsets against the railroads' property tax bills. The claims are made pursuant to MCL 207.13 (2) and MCL 207.13a, with specific mention of those sections referring to the official maintenance-of-way (MOW) and capital track accounts of the company. The following items were agreed to, and the numeric track accounts the railroads used to record those items are given in parentheses. The State Board of Assessors has adopted these items:

**Allowable MOW Expenses for Credit Claims**

**R-1**

**Sch. 410**

**Old ICC**

| <b><u>Line(s)</u></b>        | <b><u>Account</u></b> | <b><u>Description</u></b>                                   |
|------------------------------|-----------------------|---|
| <b>1-5</b>                   | <b>201</b>            | Superintendence   |
| <b>6-7</b>                   | <b>202</b>            | Roadway maintenance   |
| <b>8-9</b>                   | <b>206</b>            | Tunnels and subways   |
| <b>10-11</b>                 | <b>210</b>            | Elevated structures   |
| <b>10-11</b>                 | <b>208</b>            | Bridges, trestles, and culverts                             |
| <b>12-13</b>                 | <b>212</b>            | Ties  |
| <b>14-15</b>                 | <b>214</b>            | Rail  |
| <b>14-15</b>                 | <b>216</b>            | Other track material  |
| <b>16-17</b>                 | <b>218</b>            | Ballast   |
| <b>12-17</b>                 | <b>220</b>            | Track laying and surfacing                                  |
| <b>102</b>                   | <b>221</b>            | Fences, snowsheds, and signs                                |
| <b>102</b>                   | <b>229</b>            | Roadway buildings - MOW portion only                        |
| <b>105</b>                   | <b>241</b>            | Wharves and docks   |
| <b>103-104</b>               | <b>243</b>            | Coal and ore wharves  |
| <b>106</b>                   | <b>106</b>            | TOFC/COFC terminals   |
| <b>23</b>                    | <b>247</b>            | Communications systems                                      |
| <b>21-22</b>                 | <b>249</b>            | Signals and interlockers                                    |
| <b>109</b>                   | <b>269</b>            | Roadway machines  |
| <b>110</b>                   | <b>271</b>            | Small tools and supplies                                    |
| <b>111</b>                   | <b>272</b>            | Removing snow, ice, and sand                                |
| <b>25-26</b>                 | <b>273</b>            | Public improvements - maintenance                           |
| <b>115-117</b>               | <b>274</b>            | Injuries to persons   |
| <b>115-117</b>               | <b>275</b>            | Insurance   |
| <b>1-117</b>                 | <b>276</b>            | Stationery and printing                                     |
| <b>112—114</b>               | <b>277</b>            | Employees' health and welfare benefits                      |
| <b>148-150</b>               | <b>281</b>            | Right-of-way expenses                                       |
| <b>148-150</b>               | <b>282</b>            | Other expenses  |
| <b>124-126 &amp; 139-141</b> | <b>278</b>            | Maintaining joint tracks, yards, and other facilities - Dr. |
| <b>127-129 &amp; 142-144</b> | <b>279</b>            | Maintaining joint tracks, yards, and other facilities - Cr. |

Other (specify and explain)

**Class II and III railroads should provide amounts comparable to those entered into these accounts.**

**SPECIFIC ITEMS****Automobiles, including "hi-railers."****Brush cutting****Buildings****Docks and Wharves****Public Crossings****Repairs of foreign cars damaged by derailment****Railroad machinery****Printing****Small tools****Snowplowing****Stationery****Cleanups of spills of cargo****Removal of wrecked cars****ALLOWED ACCOUNTS and COMMENTS**

Did not exist in 1978; replacement for motorcars.

(Only for MOW and engineering)

(202) Required maintenance to establish sight lines

(17) portion of housing MOW and engineering

(23, 24, 241, 243)

(21, 249, 39, 273) Grants from Michigan Department of Transportation are given "in-and-out" treatment; i.e., they are not on the books. Receipts are not revenue and payments are not expenses.

Determined on case-by-case basis, net of offsets

(37, 269) Allocated portion to MI based on miles

(276)

(38, 271)

(272)

(276)

NOT ALLOWED

NOT ALLOWED

**Road and Equipment Property expenditures allowed as a credit claim:**

- (1) Engineering expenses directly related to Road and Equipment Property
- (3) Other right-of-way expenditures
- (4) Grading
- (5) Tunnels and subways
- (6) Bridges, trestles, and culverts
- (7) Elevated structures
- (8) Ties
- (9) Rails
- (10) Other track material – may include in 8, 9, or 11
- (11) Ballast
- (12) Track laying and surfacing – may include in 8, 9, or 11
- (13) Fences, snowsheds, and signs
- (17) Roadway buildings
- (23) Wharves and docks
- (24) Coal and ore wharves
- (25) TOFC/COFC terminals
- (26) Communication systems
- (27) Signals and interlockers
- (37) Roadway machines
- (38) Roadway small tools – may include in cost of property involved
- (39) Public improvements-Construction
- (43) Other expenditures-Road (list and explain)

**Not allowed for credit claims are expenditures for:**

- (2) Land for transportation purposes
- (16) Station and office buildings
- (18) Water stations
- (19) Fuel stations
- (20) Shops and engine houses
- (21) Grain elevators
- (22) Storage warehouses
- (29) Power plants
- (31) Power transmission systems
- (35) Miscellaneous structures
- (44) Shop machinery
- (45) Power plant machinery
- (52) Locomotives
- (53- 58) Railroad cars

**Annual Expenses For Maintenance and Improvement of Qualified Rolling Stock in Michigan**  
For Year Ended \_\_\_\_\_ Railroad Name \_\_\_\_\_

P.A. 341 of 2000 allows a credit of 100% of eligible expenses incurred in the State of Michigan by railroad and car companies for maintenance or improvement of eligible companies' qualified rolling stock.

**Eligible Expenses**

Eligible expenses are expenditures for repairs and maintenance that are incurred in the State of Michigan. The expenses must be for railroad cars determined by the State Board of Assessors as having property tax liability in the year the expenses were incurred. Repairs to leased cars on which the lessor pays the taxes are not eligible for credit claims by the lessee and vice versa. Examples of eligible expenses would include: Repainting, Interior or exterior washing, and repair or replacement of car parts and components.

These credits are not refundable or deferrable; the expenses qualify for credit of up to 100% of a company's property tax liability for the tax year after the calendar year in which the expenses occur. Expenses in excess of a company's property tax liability for that year are not eligible for credit against prior or subsequent years' liability.

Expenses of the following nature are not eligible: expenses for repairs or maintenance performed outside the state of Michigan; expenses for repairs or maintenance on cars for which the Company has no tax liability, expenses for repair, maintenance or improvement to any railroad right-of-way and track, and expenses for repairs or maintenance not incurred in the calendar year covered by this Annual Report.

These credits are not refundable or deferrable; the expenses qualify for credit of up to 100% of a company's property tax liability for the tax year after the calendar year in which the expenses occur.

|                                     |    |
|-------------------------------------|----|
| 1. Labor                            | \$ |
| 2. Materials                        | \$ |
| 3. Overhead                         | \$ |
| 4. Payments to others for work done | \$ |
| 5. Total Eligible Expenses          | \$ |

6. Provide numbers of "idle" cars and/or car-days cars that are off-lease, for scrapping, for heavy repairs (more than 20 person-hours of work), light repairs, scheduled maintenance, in storage for each category. No double counting. All cars are to be reported on Schedule 7.

7. Provide data on mandated repairs and betterments included or excluded in the original costs reported on Schedules 1, 2, 3 and 5 including descriptions and dollar amounts spent and/or retired.

8. Describe sales and transfers of car marks during 2004.

# SCHEDULE 1 - INVESTMENT IN ROAD PROPERTY USED IN TRANSPORTATION SERVICE

| Account                                 | Val. Sec. # _____<br>From _____<br>To _____<br>MI-Road _____ | Val. Sec. # _____<br>From _____<br>To _____<br>MI-Road _____ | Val. Sec. # _____<br>From _____<br>To _____<br>MI-Road _____ |
|---|--|--|--|
| (2) Land for transportation services    |  |  |  |
| (3) Grading                             |  |  |  |
| (4) Other right-of-way expenditures     |  |  |  |
| (5) Tunnels and subways                 |  |  |  |
| (6) Bridges, trestles and culverts      |  |  |  |
| (7) Elevated structures                 |  |  |  |
| (8) Ties                                |  |  |  |
| (9) Rails                               |  |  |  |
| (11) Ballast                            |  |  |  |
| (13) Fences, snowsheds and signs        |  |  |  |
| (16) Station and office buildings       |  |  |  |
| (17) Roadway buildings                  |  |  |  |
| (18) Water stations                     |  |  |  |
| (19) Fuel stations                      |  |  |  |
| (20) Shops and enginehouses             |  |  |  |
| (22) Storage warehouses                 |  |  |  |
| (23) Wharves and docks                  |  |  |  |
| (24) Coal and ore wharves               |  |  |  |
| (25) TOFC/COFC Terminals                |  |  |  |
| (26) Communication systems              |  |  |  |
| (27) Signals and interlockers           |  |  |  |
| (29) Power plants                       |  |  |  |
| (31) Power-transmission systems         |  |  |  |
| (35) Miscellaneous structures           |  |  |  |
| (39) Public improvements - Construction |  |  |  |
| (44) Shop Machinery                     |  |  |  |
| (45) Power-plant machinery              |  |  |  |
| Other (specify & explain)               |  |  |  |
| Total Expenditures for Road             |  |  |  |
| (76) Interest during construction       |  |  |  |
| Total General Expenditures              |  |  |  |
| Total Road & General Expenditures       |  |  |  |

**SCHEDULE 1 - INVESTMENT IN ROAD PROPERTY USED IN TRANSPORTATION SERVICE(cont'd)**

| Account   | Val. Sec. # _____<br>From _____<br>To _____<br>MI-Road _____ | Val. Sec. # _____<br>From _____<br>To _____<br>MI-Road _____ | Val. Sec. # _____<br>From _____<br>To _____<br>MI-Road _____ |
|---|--|--|--|
| (80) Other elements of investment               |  |  |  |
| (90) Construction in progress                   |  |  |  |
| (59) Computer systems/Word processing equipment |  |  |  |
| Michigan investment only                        |  |  |  |
| (37) Roadway Machines - System                  |  |  |  |
| \$  |  |  |  |
| Michigan % All Track Miles _____                |  |  |  |
| (732) Improvements on leased property           |  |  |  |
|   |  |  |  |
|   |  |  |  |



**SCHEDULE 1 (A) - ADDITIONS AND RETIREMENTS FOR THE YEAR - MICHIGAN ONLY**

| Account                                    | OPTIONAL<br>Entry of Balance<br>at Beginning<br>of Year<br>(a) | Expenditures<br>for Additions<br>During the Year<br>(b) | Retirements<br>During the Year<br>(c) | Balance<br>at Close<br>of Year<br>(d) |
|--|--|---|---------------------------------------|---------------------------------------|
| (2) Land for transportation services       |  |   |                                       |                                       |
| (3) Grading                                |  |   |                                       |                                       |
| (4) Other right-of-way expenditures        |  |   |                                       |                                       |
| (5) Tunnels and subways                    |  |   |                                       |                                       |
| (6) Bridges, trestles and culverts         |  |   |                                       |                                       |
| (7) Elevated structures                    |  |   |                                       |                                       |
| (8) Ties                                   |  |   |                                       |                                       |
| (9) Rails                                  |  |   |                                       |                                       |
| (11) Ballast                               |  |   |                                       |                                       |
| (13) Fences, snowsheds and signs           |  |   |                                       |                                       |
| (16) Station and office buildings          |  |   |                                       |                                       |
| (17) Roadway buildings                     |  |   |                                       |                                       |
| (18) Water stations                        |  |   |                                       |                                       |
| (19) Fuel stations                         |  |   |                                       |                                       |
| (20) Shops and enginehouses                |  |   |                                       |                                       |
| (22) Storage warehouses                    |  |   |                                       |                                       |
| (23) Wharves and docks                     |  |   |                                       |                                       |
| (24) Coal and ore wharves                  |  |   |                                       |                                       |
| (25) TOFC/COFC Terminals                   |  |   |                                       |                                       |
| (26) Communication systems                 |  |   |                                       |                                       |
| (27) Signals and interlockers              |  |   |                                       |                                       |
| (29) Power plants                          |  |   |                                       |                                       |
| (31) Power-transmission systems            |  |   |                                       |                                       |
| (35) Miscellaneous structures              |  |   |                                       |                                       |
| (39) Public improvements - Construction    |  |   |                                       |                                       |
| (44) Shop Machinery                        |  |   |                                       |                                       |
| (45) Power-plant machinery                 |  |   |                                       |                                       |
| Other (specify & explain)                  |  |   |                                       |                                       |
| Total Expenditures for Road                |  |   |                                       |                                       |
| (76) Interest during construction          |  |   |                                       |                                       |
| Total General Expenditures                 |  |   |                                       |                                       |
| <b>Total Road and General Expenditures</b> |  |   |                                       |                                       |

**SCHEDULE 1 (A) - ADDITIONS AND RETIREMENTS FOR THE YEAR - MICHIGAN ONLY (cont'd)**

| Account  | Optional Entry of<br>Balance at<br>Beginning<br>of Year<br>(a) | Expenditures<br>for Additions<br>During the Year<br>(b) | Retirements<br>During the Year<br>(c) | Balance<br>at Close<br>of Year<br>(d) |
|--|--|---|---------------------------------------|---------------------------------------|
| (80) Other elements of investment  |  |   |                                       |                                       |
| (90) Construction in progress  |  |   |                                       |                                       |
| (59) Computer systems and Word<br>Processing Equipment - Michigan<br>Investment Only |  |   |                                       |                                       |
| (37) Roadway Machines - System   |  |   |                                       |                                       |
| Cost   |  |   |                                       |                                       |
| Michigan % All Track Miles   |  |   |                                       |                                       |
| <b>TOTAL</b>   |  |   |                                       |                                       |

**SCHEDULE 1 (B) - ESTIMATED NET BOOK VALUE OF RETIREMENTS FOR THE YEAR**

| Account                             | Retirements for the<br>Year From<br>Schedule 1 (A) (c)<br>(a) | Accumulated<br>Depreciation<br>(b) | Net Book Value of<br>Retirements<br>(c) |
|-------------------------------------|---|------------------------------------|---|
| (2) Land for transporation services |   |                                    |   |
| (3) Grading                         |   |                                    |   |
| (4) Other right-of-way expenditures |   |                                    |   |
| (5) Tunnels and subways             |   |                                    |   |
| (6) Bridges, trestles and culverts  |   |                                    |   |
| (7) Elevated structures             |   |                                    |   |
| (8) Ties                            |   |                                    |   |
| (9) Rails                           |   |                                    |   |
| (11) Ballast                        |   |                                    |   |
| (13) Fences, snowsheds and signs    |   |                                    |   |
| (16) Station and office buildings   |   |                                    |   |
| (17) Roadway buildings              |   |                                    |   |
| (18) Water stations                 |   |                                    |   |
| (19) Fuel stations                  |   |                                    |   |
| (20) Shops and enginehouses         |   |                                    |   |
| (22) Storage warehouses             |   |                                    |   |
| (23) Wharves and docks              |   |                                    |   |
| (24) Coal and ore wharves           |   |                                    |   |
| (25) TOFC/COFC Terminals            |   |                                    |   |
| (26) Communication systems          |   |                                    |   |
| (27) Signals and interlockers       |   |                                    |   |

**SCHEDULE 1 (B) - ESTIMATED NET BOOK VALUE OF RETIREMENTS FOR THE YEAR  
(cont'd)**

| Account  | Retirements for the<br>Year From<br>Schedule 1 (A) (c)<br>(a) | Accumulated<br>Depreciation<br>(b) | Net Book Value of<br>Retirements<br>(c) |
|--|---|------------------------------------|---|
| (29) Power plants  |   |                                    |   |
| (31) Power-transmission systems  |   |                                    |   |
| (35) Miscellaneous structures  |   |                                    |   |
| (39) Public improvements - Construction  |   |                                    |   |
| (44) Shop Machinery  |   |                                    |   |
| (45) Power-plant machinery   |   |                                    |   |
| Other (specify & explain)  |   |                                    |   |
| Total Expenditures for Road  |   |                                    |   |
| (76) Interest during construction  |   |                                    |   |
| Total General Expenditures   |   |                                    |   |
| Total Road & General Expenditures  |   |                                    |   |
| (80) Other elements of investment  |   |                                    |   |
| (90) Construction in progress  |   |                                    |   |
| (59) Computer systems and Word<br>Processing Equipment - Michigan<br>Investment Only |   |                                    |   |
| (37) Roadway Machines - System   |   |                                    |   |
| Cost   |   |                                    |   |
| Michigan % All Track Miles   |   |                                    |   |
| <b>TOTAL</b>   |   |                                    |   |

## 9

indicated by the letter (J) attached. The first total should be the total miles of road owned and operated by the respondent company. From that total should be deducted all trackage rights (Class 5) and the proportions of joint tracks which are owned by other companies, the intention being that the final total will be that of mileage not reported as owned or controlled by any other operating company.

| Name of Road or Track<br>(a)  | Most Recent Train speed<br>limit in previous year<br>(miles per hour)<br>(b) | Train speed limit<br>(miles per hour)<br>(c) | Running Tracks, Passing Tracks, Cross-overs, Etc. |                                      |  |  | Miles of Way<br>Switching Tracks<br>(h) | Miles of Yard<br>Switching Tracks<br>(i) | Total<br>(j) |
|---|--|--|---|--------------------------------------|--|--|---|--|--------------|
|   |  |  | Miles of Road<br>(d)                              | Miles of Second<br>Main Track<br>(e) | Miles of all Other<br>Main Tracks<br>(f) | Miles of Passing<br>Tracks, Cross-overs,<br>and Turn-outs<br>(g) |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
| <b>SUBTOTAL</b><br><br>Deduct trackage rights and proportion<br>of track owned by other companies<br><br><b>GRAND<br/>TOTAL</b> |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |
|   |  |  |   |                                      |  |  |   |  |              |

### SCHEDULE 3 - COMPARATIVE STATEMENT OF FINANCIAL POSITION - ASSETS

Note: Do not complete Schedule 3 if the information is on the Annual Report R-1 attached to this form.

(Dollars in Thousands)

| Line No.                    | Account       | Title (a)<br><b>Current Assets</b>                   | Balance at Close of Year (b) | Optional Entry of Balance at Beginning of Year (c) |
|-----------------------------|---------------|--|------------------------------|--|
| 1                           | 701           | Cash   |                              |  |
| 2                           | 702           | Temporary Cash Investments                           |                              |  |
| 3                           | 703           | Special Deposits                                     |                              |  |
| 4                           | 704           | <b>Accounts Receivable</b> - Loan & Notes            |                              |  |
| 5                           | 705           | - Interline & Other balances                         |                              |  |
| 6                           | 706           | - Customers  |                              |  |
| 7                           | 707           | - Other  |                              |  |
| 8                           | 708, 709      | - Accrued Accounts Receivables                       |                              |  |
| 9                           | 708.5         | - Receivables From Affiliated Companies              |                              |  |
| 10                          | 709.5         | - Less: Allowance for Uncollectible Accounts         |                              |  |
| 11                          | 710, 711, 714 | Working Funds Prepayments Deferred Income Tax Debits |                              |  |
| 12                          | 712           | Materials & Supplies                                 |                              |  |
| 13                          | 713           | Other Current Assets                                 |                              |  |
| <b>TOTAL CURRENT ASSETS</b> |               |  |                              |  |

#### OTHER ASSETS

|                           |               |  |  |  |
|---------------------------|---------------|--|--|--|
| 15                        | 715, 716, 717 | Special Funds  |  |  |
| 16                        | 721, 721.5    | Investments & Advances Affiliated Companies  |  |  |
| 17                        | 722, 723      | Other Investments and Advances   |  |  |
| 18                        | 724           | Allowances for Net Unrealized Loss on Noncurrent Marketable Equity Securities - Credit |  |  |
| 19                        | 737, 738      | Property Used in Other Than Carrier Operations (Less Depreciation)                     |  |  |
| 20                        | 739, 741      | Other Assets   |  |  |
| 21                        | 743           | Other Deferred Debits  |  |  |
| 22                        | 744           | Accumulated Deferred Income Tax Debits   |  |  |
| <b>TOTAL OTHER ASSETS</b> |               |  |  |  |

#### ROAD & EQUIPMENT

|                     |          |   |  |  |
|---------------------|----------|---|--|--|
| 24                  | 731, 732 | Road  |  |  |
| 25                  | 731, 732 | Equipment   |  |  |
| 26                  | 731, 732 | Unallocated Items                                 |  |  |
| 27                  | 733, 735 | Accumulated Depreciation & Amortization Schedules |  |  |
| 28                  |          | Net Road and Equipment                            |  |  |
| <b>TOTAL ASSETS</b> |          |   |  |  |

NOTES & REMARKS

# **SCHEDULE 3 - COMPARATIVE STATEMENT OF FINANCIAL POSITION - LIABILITIES AND SHAREHOLDERS EQUITY**

(Dollars in Thousands)

| Line No. | Account              | Title (a)<br><b>Current Liabilities</b>                     | Balance at Close of Year (b) | Optional Entry of Balance at Beginning of Year (c) |
|----------|----------------------|---|------------------------------|--|
| 30       | 751                  | Loans & Notes Payable                                       |                              |  |
| 31       | 752                  | Accounts Payable: Interline and Other Balances              |                              |  |
| 32       | 753                  | Audited Accounts & Wages                                    |                              |  |
| 33       | 754                  | Other Accounts Payable                                      |                              |  |
| 34       | 755, 756             | Interest and Dividends Payable                              |                              |  |
| 35       | 757                  | Payables to Affiliated Companies                            |                              |  |
| 36       | 759                  | Accrued Accounts Payable                                    |                              |  |
| 37       | 760, 761, 761.5, 762 | Taxes Accrued   |                              |  |
| 38       | 763                  | Other Current Liabilities                                   |                              |  |
| 39       | 764                  | Equipment Obligations & Other Long-Term Debt Due w/in 1 Yr. |                              |  |
|          |                      | <b>TOTAL CURRENT LIABILITIES</b>                            |                              |  |

## NON-CURRENT LIABILITIES

8

|    |                              |   |  |  |
|----|------------------------------|---|--|--|
| 41 | 765, 767                     | Funded Debt Unmatured                               |  |  |
| 42 | 766                          | Equipment Obligations                               |  |  |
| 43 | 766.5                        | Capitalized Lease Obligations                       |  |  |
| 44 | 768                          | Debt in Default                                     |  |  |
| 45 | 769                          | Accounts Payable: Affiliated Companies              |  |  |
| 46 | 770.1, 770.2                 | Unamortized Debt Premium                            |  |  |
| 47 | 781                          | Interest in Default                                 |  |  |
| 48 | 783                          | Deferred Revenue - Transfers From Gov't Authorities |  |  |
| 49 | 786                          | Accumulated Deferred Income Tax Credits             |  |  |
| 50 | 771, 772, 774, 775, 782, 784 | Other Long-Term Liabilities & Deferred Credits      |  |  |
| 51 |                              | <b>TOTAL NONCURRENT LIABILITIES</b>                 |  |  |

## SHAREHOLDER'S EQUITY

|    |          |  |  |  |
|----|----------|--|--|--|
| 52 | 791, 792 | Total Capital Stock:   |  |  |
| 53 |          | Common Stock   |  |  |
| 54 |          | Preferred Stock  |  |  |
| 55 |          | Discount on Capital Stock                                      |  |  |
| 56 | 794, 795 | Additional Capital   |  |  |
| 57 | 797      | <b>Retained Earnings:</b> Appropriated                         |  |  |
| 58 | 798      | Unappropriated   |  |  |
| 59 | 798.1    | Net Unrealized Loss on Noncurrent Marketable Equity Securities |  |  |
| 60 | 798.5    | Less Treasury Stock  |  |  |
|    |          | Net Stockholder Equity   |  |  |
|    |          | <b>TOTAL LIABILITIES &amp; SHAREHOLDERS EQUITY</b>             |  |  |

## SCHEDULE 4 - RESULTS OF OPERATIONS

(Dollars in Thousands)

1. Disclose the requested information for the respondent pertaining to the results of operations for the year.

2. All contra entries hereunder should be indicated in parenthesis.

3. Cross Checks:

Line 15, column (b) = Line 62, column (b)

Line 47 plus 48 plus 49, column (b) = Line 63, column (b)

Line 50, column (b) = Line 64, column (b)

Note: Do not complete Schedule 4 if the information is on the Annual Report R-1 attached to this form.

| Line # | Item<br>(a)   | Amount For Current<br>Year<br>(b) | Optional Entry of Amount For<br>Preceding<br>Year<br>(c) |
|--------|---|-----------------------------------|--|
|        | <b>ORDINARY ITEMS OPERATING INCOME</b>  |                                   |  |
|        | <b>Railway Operating Income</b>   |                                   |  |
| 1      | (101) Freight   |                                   |  |
| 2      | (102) Passenger   |                                   |  |
| 3      | (103) Passenger-Related   |                                   |  |
| 4      | (104) Switching   |                                   |  |
| 5      | (105) Water Transfers   |                                   |  |
| 6      | (106) Demurrage   |                                   |  |
| 7      | (110) Incidental  |                                   |  |
| 8      | (121) Joint Facility-Credit   |                                   |  |
| 9      | (122) Joint Facility-Debit  |                                   |  |
| 10     | (501) Railway Operating Revenues (Exclusive of Transfers From Government Authorities - Lines 1-9) |                                   |  |
| 11     | (502) Railway Operating Revenues-Transfers From Government Authorities for Current Operations     |                                   |  |
| 12     | (503) Railway Operating Revenues-Amortization of Deferred Transfers From Government Authorities   |                                   |  |
| 13     | <b>TOTAL RAILWAY OPERATING REVENUES (Lines 10-12)</b>   |                                   |  |
| 14     | (531) Railway Operating Expenses  |                                   |  |
| 15     | Net Revenue From Railway Operations   |                                   |  |

### OTHER INCOME

|    |   |  |  |
|----|---|--|--|
| 16 | (506) Revenue from property used in other than carrier operations |  |  |
| 17 | (510) Miscellaneous Rent Income                                   |  |  |
| 18 | (512) Separately Operated Properties - Profit                     |  |  |
| 19 | (513) Dividend Income (Cost Method)                               |  |  |
| 20 | (514) Interest Income   |  |  |
| 21 | (516) Income from sinking and other funds                         |  |  |
| 22 | (517) Release of Premiums on Funded Debt                          |  |  |
| 23 | (518) Reimbursements received under contracts & agreements        |  |  |

**SCHEDULE 4 - RESULTS OF OPERATIONS, (continued)****(Dollars in Thousands)**

| <b>Line #</b> | <b>Item<br/>(a)</b>  | <b>Amount For Current<br/>Year<br/>(b)</b> | <b>Optional Entry of Amount For<br/>Preceding<br/>Year<br/>(c)</b> |
|---------------|--|--|--|
| 24            | (519) Miscellaneous Income   |  |  |
| 25            | Income from Affiliated Companies: 519<br>a. Dividend (equity method) |  |  |
| 26            | b. Equity in Undistributed Earnings (losses)                         |  |  |
| 27            | <b>TOTAL OTHER INCOME (Lines 16-26)</b>                              |  |  |
| 28            | TOTAL INCOME (Lines 15-27)   |  |  |

**MISCELLANEOUS DEDUCTIONS FROM INCOME**

|    |  |  |  |
|----|--|--|--|
| 29 | (534) Expenses of property used in other than carrier operations |  |  |
| 30 | (544) Miscellaneous Taxes  |  |  |
| 31 | (545) Separately Operated Properties - Loss                      |  |  |
| 32 | (549) Maintenance of Investment Organization                     |  |  |
| 33 | (550) Income transferred under contracts & agreements            |  |  |
| 34 | (551) Miscellaneous income charges                               |  |  |
| 35 | (553) Uncollectible accounts                                     |  |  |
| 36 | TOTAL MISCELLANEOUS DEDUCTIONS (Lines 29-35)                     |  |  |
| 37 | Income available for fixed charges (Lines 28, 36)                |  |  |

**FIXED CHARGES**

|    |   |  |  |
|----|---|--|--|
| 38 | (546) Interest on Funded Debt:<br>(a) Fixed Interest Not in Default |  |  |
| 39 | (b) Interest in Default   |  |  |
| 40 | (547) Interest on unfunded debt                                     |  |  |
| 41 | (548) Amortization of discount on funded debt                       |  |  |
| 42 | TOTAL FIXED CHARGES (Lines 38-41)                                   |  |  |
| 43 | Income after Fixed Charges (Lines 37, 42)                           |  |  |

**OTHER DEDUCTIONS**

|    |   |  |  |
|----|---|--|--|
| 44 | (546) Interest on Funded Debt:<br>(c) Contingent Interest |  |  |
|----|---|--|--|

**UNUSUAL OR INFREQUENT ITEMS**

|    |  |  |  |
|----|--|--|--|
| 45 | (555) Unusual or infrequent Items (Debit) credit               |  |  |
| 46 | Income (Loss) from continuing operations (before income taxes) |  |  |



## SCHEDULE 4 - RESULTS OF OPERATIONS, (continued)

(Dollars in Thousands)

| Line # | Item<br>(a) | Amount For Current<br>Year<br>(b) | Optional Entry Amount For<br>Preceding<br>Year<br>(c) |
|--------|-------------|-----------------------------------|---|
|--------|-------------|-----------------------------------|---|

### PROVISIONS FOR INCOME TAXES

|    |   |  |  |
|----|---|--|--|
| 47 | (556) Income taxes on ordinary income<br>(a) Federal Income Taxes |  |  |
| 48 | (b) State income taxes  |  |  |
| 49 | (c) Other income taxes  |  |  |
| 50 | (557) Provision for deferred taxes                                |  |  |
| 51 | <b>TOTAL PROVISIONS FOR INCOME TAXES (Lines 47-50)</b>            |  |  |
| 52 | Income from continuing operations (Lines 46-51)                   |  |  |

### DISCONTINUED OPERATIONS

|    |   |  |  |
|----|---|--|--|
| 53 | (560) Income or loss from operations of discontinued segments (less applicable income taxes of \$_____) |  |  |
| 54 | (562) Gain or loss on disposal of discontinued segments (less applicable income taxes of \$_____)       |  |  |
| 55 | Income before extraordinary items (Lines 51+53+54)  |  |  |

### EXTRAORDINARY ITEMS & ACCOUNTING CHANGES

|    |  |  |  |
|----|--|--|--|
| 56 | (570) Extraordinary Items (Net)  |  |  |
| 57 | (590) Income taxes on extraordinary items  |  |  |
| 58 | (591) Provisions for deferred taxes - extraordinary items                                      |  |  |
| 59 | <b>TOTAL EXTRAORDINARY ITEMS (Lines 56-58)</b>   |  |  |
| 60 | (592) Cumulative effect of changes in accounting principles (Less applicable taxes of \$_____) |  |  |
| 61 | Net income (loss) (Lines 55 + 59 + 60)   |  |  |
| 62 | Reconciliation of Net Railway Operating Income (NROI) Net Revenues from railway operations     |  |  |
| 63 | (556) Income taxes on ordinary income (-)  |  |  |
| 64 | (557) Provisions for deferred income taxes   |  |  |
| 65 | Income from lease of roads & equipment   |  |  |
| 66 | Rent for leased roads and equipment  |  |  |
| 67 | Net Railway Operating  |  |  |

**SCHEDULE 5 - REAL ESTATE OWNED OR LEASED AND USED IN OPERATION - MICHIGAN**

Detailed statement of real estate owned by the respondent in Michigan on the 31st day of December, and used in operation.

Additional sheets may be attached if necessary

[illegible]

**SCHEDULE 6 - NON-CARRIER REAL ESTATE - MICHIGAN  
(NOT USED IN RAILWAY OPERATION)**

**A. SUMMARY OF NON-CARRIER REAL ESTATE FOR SYSTEM**

| State         | Estimated Market Value | Local Taxable Value |
|---------------|------------------------|---------------------|
|               |                        |                     |
|               |                        |                     |
|               |                        |                     |
|               |                        |                     |
|               |                        |                     |
|               |                        |                     |
|               |                        |                     |
|               |                        |                     |
|               |                        |                     |
| <b>TOTALS</b> |                        |                     |

**B. Detailed statement of real estate owned or leased by respondent in Michigan, but which was not used in operation on the 31st day of December.**

| Description and Location | Dimensions | Area in Acres |
|--------------------------|------------|---------------|
|                          |            |               |
|                          |            |               |
|                          |            |               |
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**SCHEDULE 7 - STATEMENT OF TOTAL COST OF ROLLING STOCK  
OWNED OR LEASED BY YEAR OF ACQUISITION**

**Locomotives (Account 52)**

| Acquisition Year | Optional Entry of Balance at Beginning of Year | Cost of Additions | Retirements Cost | No. of Units | Balance at End of Year | % Cond. | Depreciated Value |
|------------------|--|-------------------|------------------|--------------|------------------------|---------|-------------------|
| Prior            |  |                   |                  |              |                        | 40      |                   |
| 1990             |  |                   |                  |              |                        | 40      |                   |
| 1991             |  |                   |                  |              |                        | 42      |                   |
| 1992             |  |                   |                  |              |                        | 44      |                   |
| 1993             |  |                   |                  |              |                        | 46      |                   |
| 1994             |  |                   |                  |              |                        | 48      |                   |
| 1995             |  |                   |                  |              |                        | 50      |                   |
| 1996             |  |                   |                  |              |                        | 52      |                   |
| 1997             |  |                   |                  |              |                        | 54      |                   |
| 1998             |  |                   |                  |              |                        | 56      |                   |
| 1999             |  |                   |                  |              |                        | 59      |                   |
| 2000             |  |                   |                  |              |                        | 63      |                   |
| 2001             |  |                   |                  |              |                        | 68      |                   |
| 2002             |  |                   |                  |              |                        | 74      |                   |
| 2003             |  |                   |                  |              |                        | 83      |                   |
| 2004             |  |                   |                  |              |                        | 94      |                   |
| TOTALS           |  |                   |                  |              |                        |         |                   |

**Freight Train Cars - Including Idle Cars**

| Acquisition Year | Optional Entry of Balance at Beginning of Year | Cost of Additions | Retirements Cost | No. of Units | Balance at End of Year | % Cond. | Depreciated Value |
|------------------|--|-------------------|------------------|--------------|------------------------|---------|-------------------|
| Prior            |  |                   |                  |              |                        | 40      |                   |
| 1990             |  |                   |                  |              |                        | 40      |                   |
| 1991             |  |                   |                  |              |                        | 42      |                   |
| 1992             |  |                   |                  |              |                        | 44      |                   |
| 1993             |  |                   |                  |              |                        | 46      |                   |
| 1994             |  |                   |                  |              |                        | 48      |                   |
| 1995             |  |                   |                  |              |                        | 50      |                   |
| 1996             |  |                   |                  |              |                        | 52      |                   |
| 1997             |  |                   |                  |              |                        | 54      |                   |
| 1998             |  |                   |                  |              |                        | 56      |                   |
| 1999             |  |                   |                  |              |                        | 59      |                   |
| 2000             |  |                   |                  |              |                        | 63      |                   |
| 2001             |  |                   |                  |              |                        | 68      |                   |
| 2002             |  |                   |                  |              |                        | 74      |                   |
| 2003             |  |                   |                  |              |                        | 83      |                   |
| 2004             |  |                   |                  |              |                        | 94      |                   |
| TOTALS           |  |                   |                  |              |                        |         |                   |

**SCHEDULE 7 (continued) - STATEMENT OF TOTAL COST OF ROLLING STOCK  
OWNED OR LEASED BY YEAR OF ACQUISITION**

**Passenger Train Cars (Account 54)**

| Acquisition Year | Optional Entry of Balance at Beginning of Year | Cost of Additions | Retirements Cost | No. of Units | Balance at End of Year | % Cond. | Depreciated Value |
|------------------|--|-------------------|------------------|--------------|------------------------|---------|-------------------|
| Prior            |  |                   |                  |              |                        | 40      |                   |
| 1990             |  |                   |                  |              |                        | 40      |                   |
| 1991             |  |                   |                  |              |                        | 42      |                   |
| 1992             |  |                   |                  |              |                        | 44      |                   |
| 1993             |  |                   |                  |              |                        | 46      |                   |
| 1994             |  |                   |                  |              |                        | 48      |                   |
| 1995             |  |                   |                  |              |                        | 50      |                   |
| 1996             |  |                   |                  |              |                        | 52      |                   |
| 1997             |  |                   |                  |              |                        | 54      |                   |
| 1998             |  |                   |                  |              |                        | 56      |                   |
| 1999             |  |                   |                  |              |                        | 59      |                   |
| 2000             |  |                   |                  |              |                        | 63      |                   |
| 2001             |  |                   |                  |              |                        | 68      |                   |
| 2002             |  |                   |                  |              |                        | 74      |                   |
| 2003             |  |                   |                  |              |                        | 83      |                   |
| 2004             |  |                   |                  |              |                        | 94      |                   |
| TOTALS           |  |                   |                  |              |                        |         |                   |

**Highway (Account 55) or Work Equipment (Account 57) (Provide a separate page for each)**

15

| Acquisition Year | Optional Entry of Balance at Beginning of Year | Cost of Additions | Retirements Cost | No. of Units | Balance at End of Year | % Cond. | Depreciated Value |
|------------------|--|-------------------|------------------|--------------|------------------------|---------|-------------------|
| Prior            |  |                   |                  |              |                        | 40      |                   |
| 1990             |  |                   |                  |              |                        | 40      |                   |
| 1991             |  |                   |                  |              |                        | 42      |                   |
| 1992             |  |                   |                  |              |                        | 44      |                   |
| 1993             |  |                   |                  |              |                        | 46      |                   |
| 1994             |  |                   |                  |              |                        | 48      |                   |
| 1995             |  |                   |                  |              |                        | 50      |                   |
| 1996             |  |                   |                  |              |                        | 52      |                   |
| 1997             |  |                   |                  |              |                        | 54      |                   |
| 1998             |  |                   |                  |              |                        | 56      |                   |
| 1999             |  |                   |                  |              |                        | 59      |                   |
| 2000             |  |                   |                  |              |                        | 63      |                   |
| 2001             |  |                   |                  |              |                        | 68      |                   |
| 2002             |  |                   |                  |              |                        | 74      |                   |
| 2003             |  |                   |                  |              |                        | 83      |                   |
| 2004             |  |                   |                  |              |                        | 94      |                   |
| TOTALS           |  |                   |                  |              |                        |         |                   |

# **SCHEDULE 8 (a) PRIVATE CARS, MILEAGE OF CARS, ETC.**

| Cars Used               |          |          | Car Wheelage                |                           | Accrual Against Respondent |                         |
|-------------------------|----------|----------|-----------------------------|---------------------------|----------------------------|-------------------------|
| Name of Owner           | Car Mark | Car Type | Total Car Miles in Michigan | Total Car Miles on System | Rate Per Car - Mile        | Total Amount (Michigan) |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
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|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
| <b>Total (System)</b>   |          |          |                             |                           |                            |                         |
| <b>Total (Michigan)</b> |          |          |                             |                           |                            |                         |

**SCHEDULE 8 (b) PRIVATE CARS, MILEAGE OF CARS, ETC.**

| Cars Used               |          |          | Car Wheelage                |                           | Accrual Against Respondent |                         |
|-------------------------|----------|----------|-----------------------------|---------------------------|----------------------------|-------------------------|
| Name of Owner           | Car Mark | Car Type | Total Car Miles in Michigan | Total Car Miles on System | Rate Per Car - Mile        | Total Amount (Michigan) |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
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|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
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|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
|                         |          |          |                             |                           |                            |                         |
| <b>Total (System)</b>   |          |          |                             |                           |                            |                         |
| <b>Total (Michigan)</b> |          |          |                             |                           |                            |                         |

**SCHEDULE 9 - RAILWAY OPERATING REVENUES****Schedule 9 - Railway Operating Revenues - is deleted. Use Schedule 4.****SCHEDULE 10 - RAILWAY OPERATING EXPENSES**

| Class of Railway Operating Expenses                                   | System |
|---|--------|
| Maintenance of Way and Structures (Less Depreciation and Retirements) |        |
| Road Property - Depreciation  |        |
| Road - Retirements  |        |
| Total Maintenance of Way and Structures                               |        |
| Maintenance of Equipment (Less Depreciation and Retirements)          |        |
| Shop and Power Plant Machinery - Depreciation                         |        |
| Equipment - Retirements   |        |
| Equipment - Depreciation  |        |
| Total Maintenance of Equipment  |        |
| Traffic   |        |
| Transportation - Rail Line  |        |
| Miscellaneous Operations  |        |
| General   |        |
| Total Railway Operating Expense                                       |        |
| Ratio of Operating Expense to Operating Revenues                      |        |



## SCHEDULE 11 - ALLOCATION FACTORS FOR 20\_\_\_\_\_

| <b>A. Freight Service:</b>         | System | Michigan |
|------------------------------------|--------|----------|
| 1. Tons - Revenue Freight          |        |          |
| 2. Tons - Non-Revenue Freight      |        |          |
| 3. Ton Miles - Revenue Freight     |        |          |
| 4. Ton Miles - Non-Revenue Freight |        |          |
| 5. Percent of Item 3 in Each State |        |          |

### **B. Passenger Service:**

|                                    |  |  |
|------------------------------------|--|--|
| 1. Passengers Carried              |  |  |
| 2. Passenger Miles - Revenue       |  |  |
| 3. Percent of Item 2 in Each State |  |  |

### **C. Car Miles:**

|   |  |  |
|---|--|--|
| 1. Freight Car Miles (Loaded and Empty) |  |  |
| 2. Percent of Item 1 in Each State      |  |  |
| 3. Passenger Car Miles                  |  |  |
| 4. Percent of Item 3 in Each State      |  |  |
| 5. All Other Car Miles                  |  |  |
| 6. Percent of Item 5 in Each State      |  |  |
| 7. Total Car Miles (1+3+5)              |  |  |
| 8. Percent of Item 7 in Each State      |  |  |

### **D. Locomotive Unit Miles:**

|  |  |  |
|--|--|--|
| 1. Freight Locomotive Unit Miles       |  |  |
| 2. Percent of Item 1 in Each State     |  |  |
| 3. Passenger Locomotive Unit Miles     |  |  |
| 4. Percent of Item 3 in Each State     |  |  |
| 5. All Other Locomotive Unit Miles     |  |  |
| 6. Total Locomotive Unit Miles (1+3+5) |  |  |
| 7. Percent of Item 6 in Each State     |  |  |

### **E. Revenues:**

|                                     |  |  |
|-------------------------------------|--|--|
| 1. Freight Revenue                  |  |  |
| 2. Percent of Item 1 in Each State  |  |  |
| 3. Passenger Revenue                |  |  |
| 4. Percent of Item 3 in Each State  |  |  |
| 5. All Other Revenue From Operation |  |  |
| 6. Total Operating Revenue (1+3+5)  |  |  |
| 7. Percent of Item 6 in Each State  |  |  |

## SCHEDULE 11 (continued) - ALLOCATION FACTORS FOR 20\_\_\_\_

| <b>F. Trackage:</b>  | System | Michigan |
|--|--------|----------|
| 1. Miles of Road (Owned and Leased, Excl. Trackage Rights) |        |          |
| 2. Percent of Item 1 in Each State                         |        |          |
| 3. Miles of All Track (Excl. Trackage Rights)              |        |          |
| 4. Percent of Item 3 in Each State                         |        |          |
| 5. Trackage Rights - Miles                                 |        |          |
| 6. Total - All Track (Include Trackage Rights)             |        |          |
| 7. Percent of Item 6 in Each State                         |        |          |

### **G. Revenue Freight Statistics:**

|                                    |  |  |
|------------------------------------|--|--|
| 1. Cars on Line - Originated       |  |  |
| 2. Percent of Item 1 in Each State |  |  |
| 3. Cars on Line - Terminated       |  |  |
| 4. Percent of Item 3 in Each State |  |  |
| 5. Cars at Connections - Received  |  |  |
| 6. Percent of Item 5 in Each State |  |  |
| 7. Cars at Connections - Delivered |  |  |
| 8. Percent of Item 7 in Each State |  |  |

# STATE BOARD OF ASSESSORS

Lansing, Michigan

## INSTRUCTIONS

Following are instructions pertaining to the schedules in the annual report to be filed by all railroad, depot, switching and terminal companies operating in the State of Michigan, pursuant to Section 6 P.A. 282 of 1905 (Sec. 207.6, MCL).

### **Schedule 1 - Investment in Road Property Used in Transportation Service.**

This schedule is to be submitted by all Railroads by Valuation Sections and calls for summary data relating to investment for the respondent's properties in Michigan.

Investment in Account 732, improvements on leased property shall also be reported on Schedule 1.

Accounts 37, 80 and 90 may be reported as individual totals in Total Michigan column, rather than by valuation sections.

### **Schedule 5 - Real Estate Owned or Leased and Used in Operation - Michigan.**

Give detailed statement of real estate owned or leased by the respondent in Michigan on the 31st day of December **and used in operation**. Property listed in Accounts 731 and 732 is prima facie operating property. Where property included in Accounts 731 and 732 is not actually used for railway operating purposes, it should not be listed under Schedule 5 but should appear under Schedule 6. Property descriptions should be grouped by counties in Michigan, then later subdivided into townships, villages and cities. Each description should afford sufficient data to enable the State Board of Assessors to locate the property; should show the dimensions in feet, if such data is available; and the area in acres.

If the respondent has filed this information for a previous year, the carrier need submit with the annual report only the changes which have taken place during the year.

### **Schedule 6 - Non-Carrier Real Estate - Michigan.**

In subdivision (A) of Schedule 6 give a summary of non-carrier real estate for the **system as a whole**, indicating **by states** the cash or market value of the real estate in each state, and the amount at which this property was assessed locally during the assessment period immediately preceding the filing of this report.

Under (B) file a detailed statement of real estate owned or leased by respondent in Michigan only, **not used in operation on the 31st day of December**, showing, as in Schedule 5, description and location, the dimensions in feet and the area in acres.

With respect to changes in this schedule, follow instructions under Schedule 5.

### **Schedule 7 - Rolling Stock.**

Respondent shall include in Schedule 7 or attach a separate rider thereto, equipment in Accounts 52 - 57 leased from or to other companies, stating the costs by year of acquisition and names of the lessors or lessees thereof.

### **Schedule 8a - Private Cars, Mileage of Cars, etc.**

In this schedule state the matters called for, attaching typewritten sheets if necessary.

### **Schedule 8b - Railroad Marked Cars, Mileage of Cars, etc.**

In this schedule state the matters called for, attaching typewritten sheets if necessary.

### **Schedule 9 - Railway Operating Revenues.**

In Schedule 9 give a detailed analysis of the major income items reflecting the use of the operating property (as classified by the Surface Transportation Board) owned or leased by the respondent. The proportion of joint traffic receipts belonging to other carriers should not be included. The breakdown between System and Michigan should be made in accordance with the respondent's records and reasonable estimates used wherever necessary. **Attach rider showing method used in allocating revenues to Michigan.**

(See, also, instructions for Schedule 11).

### **Schedule 11 - Allocation Factors For The Year.**

For all interstate carriers an accurate determination of the allocation factors is necessary. Whereas the trackage and revenue freight statistics factors are determinable with a high degree of precision, the other allocation factors, namely; ton miles and passenger miles, car and locomotive miles, and gross revenues, are subject to some degree of elimination. To be complete, the return must show not only the resulting figures for each of these factors but the exact method used in determining them. **For our analysis, attach to your return a rider showing this in detail.**

For further details consult the Uniform System of Accounts for Railroad Companies, or communicate with the State Board of Assessors, P.O. Box 30471, Lansing, Michigan 48909-7971. Telephone (517) 373-3535 .